

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-01416A
Doney Park Water
5290 E. Northgate Loop
Flagstaff, AZ 86004



RECEIVED

APR 18 2008

AZ CORP COMMISSION
Director Utilities

ANNUAL REPORT

FOR YEAR ENDING

12	31	2007
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FOR COMMISSION USE

ANN 04	07
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PROCESSED BY:

4-21-08

SCANNED

COMPANY INFORMATION

Company Name (Business Name) <u>Doney Park Water</u>			
Mailing Address <u>5290 E. Northgate Loop</u>			
<u>Flagstaff</u> (City)	<u>AZ</u> (State)	<u>86004</u> (Zip)	
<u>(928) 526-1080</u> Telephone No. (Include Area Code)	<u>(928) 526-3004</u> Fax No. (Include Area Code)	 Cell No. (Include Area Code)	
Email Address <u>Doneypw@Doneyparkwater.com</u>			
Local Office Mailing Address <u>Same</u>			
 (City)	 (State)	 (Zip)	
 Local Office Telephone No. (Include Area Code)	 Fax No. (Include Area Code)	 Cell No. (Include Area Code)	
Email Address <u>Same</u>			

MANAGEMENT INFORMATION

Management Contact: <u>Bill Linville</u> <u>General Manager</u>			
 (Name) (Title)			
<u>5290 E. Northgate Loop</u> <u>Flagstaff</u> <u>AZ</u> <u>86004</u>			
<u>(928) 526-1080</u> Telephone No. (Include Area Code)	<u>(928) 526-3004</u> Fax No. (Include Area Code)	 Cell No. (Include Area Code)	
Email Address <u>BLinville@Doneyparkwater.com</u>			
On Site Manager: <u>Same</u>			
 (Name)			
 (Street)	 (City)	 (State)	 (Zip)
 Telephone No. (Include Area Code)	 Fax No. (Include Area Code)	 Cell No. (Include Area Code)	
Email Address _____			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: William Sullivan
 (Name)
501 East Thomas Rd Phoenix AZ 85012
 (Street) (City) (State) (Zip)
(602) 393-1700 (602) 393-1703
 Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)
 Attorney: Same
 (Name)
 (Street) (City) (State) (Zip)
 Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)
 Email Address

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|---|
| <input type="checkbox"/> Sole Proprietor (S) | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input checked="" type="checkbox"/> Association/Co-op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|-----------------------------------|--|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input checked="" type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME Doney Park Water

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	0	0	0
302	Franchises	0	0	0
303	Land and Land Rights	151,653	0	151,653
304	Structures and Improvements	1,421,111	796,751	624,360
307	Wells and Springs	893,929	510,364	383,565
311	Pumping Equipment	1,206,439	647,305	559,134
320	Water Treatment Equipment	40,391	20,281	20,110
330	Distribution Reservoirs and Standpipes	1,915,320	1,087,933	827,387
331	Transmission and Distribution Mains	7,044,937	3,598,635	3,446,302
333	Services	430,353	259,702	170,651
334	Meters and Meter Installations	1,274,512	378,228	896,284
335	Hydrants	15,010	9,947	5,063
336	Backflow Prevention Devices	0	0	0
339	Other Plant and Misc. Equipment	1,350	0	1,350
340	Office Furniture and Equipment	218,423	134,727	83,696
341	Transportation Equipment	335,668	28,391	344,059
343	Tools, Shop and Garage Equipment	192,814	107,016	85,798
344	Laboratory Equipment	0	0	0
345	Power Operated Equipment	176,037	105,888	70,149
346	Communication Equipment	47,030	26,713	20,317
347	Miscellaneous Equipment	410,169	102,291	307,878
348	Other Tangible Plant	68,358	13,405	54,953
	TOTALS	15,843,504	7,790,795	8,052,709

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

Doney Park Water

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	0	5%	0
302	Franchises	0	using	0
303	Land and Land Rights	151,653	1/2 yr	0
304	Structures and Improvements	1,421,111	convention	71,018
307	Wells and Springs	893,929		44,696
311	Pumping Equipment	1,200,439		58,944
320	Water Treatment Equipment	40,391		2,020
330	Distribution Reservoirs and Standpipes	1,915,320		95,766
331	Transmission and Distribution Mains	7,044,937		348,418
333	Services	430,353		20,832
334	Meters and Meter Installations	1,274,512		60,408
335	Hydrants	15,010		751
336	Backflow Prevention Devices	0		0
339	Other Plant and Misc. Equipment	1,350		0
340	Office Furniture and Equipment	218,423		10,657
341	Transportation Equipment	335,668		16,610
343	Tools, Shop and Garage Equipment	192,814		9,476
344	Laboratory Equipment	0		0
345	Power Operated Equipment	176,037		8,802
346	Communication Equipment	47,030		2,352
347	Miscellaneous Equipment	410,169		20,508
348	Other Tangible Plant	68,358		3,418
	TOTALS	15,843,504		774,676

This amount goes on the Comparative Statement of Income and Expense
Acct. No. 403.

Doesn't match
because it
includes \$100,749
of Amortization
of CIAC

COMPANY NAME

Doney Park Water

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 559,150	\$ 97,112
134	Working Funds		
135	Temporary Cash Investments		752,539
141	Customer Accounts Receivable	168,326	203,239
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies	221,816	220,462
162	Prepayments	24,555	24,513
174	Miscellaneous Current and Accrued Assets	6,534	6,240
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 980,381	\$ 1,304,105
	FIXED ASSETS		
101	Utility Plant in Service	\$ 15,449,771	\$ 15,843,742
103	Property Held for Future Use		
105	Construction Work in Progress	73,401	1,443,117
108	Accumulated Depreciation – Utility Plant	(7,044,373)	(7,790,797)
121	Non-Utility Property		
122	Accumulated Depreciation -- Non Utility		
	TOTAL FIXED ASSETS	\$ 8,478,799	\$ 9,496,062
	TOTAL ASSETS	\$ 9,459,180	\$ 10,800,167

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME Doney Park Water

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 1,954,121	\$ 2,024,369
460	Unmetered Water Revenue		
474	Other Water Revenues	31,256	25,931
	TOTAL REVENUES	\$ 1,985,377	\$ 2,050,300
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 508,070	\$ 657,277
610	Purchased Water		
615	Purchased Power	360,717	369,125
618	Chemicals		
620	Repairs and Maintenance	83,630	85,419
621	Office Supplies and Expense	64,363	70,540
630	Outside Services	63,514	120,890
635	Water Testing	5,625	21,448
641	Rents		
650	Transportation Expenses	29,184	27,454
657	Insurance – General Liability	48,652	50,499
659	Insurance - Health and Life	86,746	85,531
666	Regulatory Commission Expense – Rate Case	4,002	3,991
675	Miscellaneous Expense	9,919	9,545
403	Depreciation Expense	646,923	673,927
408	Taxes Other Than Income	47,423	55,346
408.11	Property Taxes	83,558	70,696
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 2,042,326	\$ 2,301,688
	OPERATING INCOME/(LOSS)	\$ (56,949)	\$ (251,388)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 13,826	\$ 40,866
421	Non-Utility Income	19,179	4,273
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		(47,718)
	TOTAL OTHER INCOME/(EXPENSE)	\$ 33,005	\$ (2,579)
	NET INCOME/(LOSS)	\$ (23,944)	\$ (253,967)

COMPANY NAME Doney Park Water

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	4/4/07			
Source of Loan	Wells Fargo			
ACC Decision No.	69385			
Reason for Loan	New Wells			
Dollar Amount Issued	\$1,500,000	\$	\$	\$
Amount Outstanding	\$1,453,485	\$	\$	\$
Date of Maturity	4/1/2022			
Interest Rate	4.9 %	%	%	%
Current Year Interest	\$ 47,718	\$	\$	\$
Current Year Principle	\$ 46,515	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ 0

Meter Deposits Refunded During the Test Year

\$ 0

COMPANY NAME	Doney Park Water		
Name of System:	Doney Park Water	ADEQ Public Water System Number:	03005

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
A2109 05ddd	50	50	1306	6	2	before 1970
A2109 06baa	out of service			8	1	1967
A2108 06cab	209	265	1559	6	4	1971
A2109 08dbb	50	70	1664+	6	3	1973
A2208 23aab	230	265	1742	6	4	1971
A2208 23abc	400	525	1785+	8	4	1988

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
5	4	173 (6")	14 (2")
7.5	1		
10	3		
15	5		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
9700	2	3000	2
19900	7	5000	2
20300	1		

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME	Doney Park Water		
Name of System:	Doney Park Water	ADEQ Public Water System Number:	03005

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
A2208 27 ^{caa}	400	500	1731+	6	4	1976

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
20	13		
25	3		
40	7		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
28400	1	88000 105700	2 2
81200	1	160800 508000	1 2
423000	2	2000000	1

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME	Doney Park water	
Name of System:	Doney Park water	ADEQ Public Water System Number: 03005

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS		
Size (in inches)	Material	Length (in feet)
2	PVC	61,790
3	PVC	14,850
4	PVC	195,863
5		
6	PVC	314,184
8	PVC	85,469
10		
12		
Less than 2"	PVC	33,461

CUSTOMER METERS	
Size (in inches)	Quantity
5/8 X 3/4	3339
3/4	
1	10
1 1/2	3
2	6
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	
	3358

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

10 vehicles; 3 equipment trailers; 1 dump truck; 1 Polaris ATV;
 1 John Deere Backhoe; 1 Bobcat mini-excavator + Skid steer
 with attachments (trencher, trench compactor, snowplow,
 brushhog)

STRUCTURES:

7 well houses (fenced); 12 booster buildings (1 fenced);
 1 chlorination building; 5 fenced lots (held for future use);
 1 standpipe; 9 PRV pits

OTHER:

Hand tools for 9 employees; 1 gas welder; 3 air compressors; 1 GPR;
 2 line locators; 1 Powermole; 1 sonic leak detector; 1 travel vac;
 2 metal detectors; 5 sub pumps; 1 high pressure pump; 2 compactors;
 Misc equip megohmmeter; chlorinator; turbidimeter; colorimeter;
 2 portable generators; 1 water trailer; 1 towable cement mixer;
 Shop tools (Drill press, bench grinder, work bench + vise)

Note: If you are filing for more than one system, please provide separate sheets

2 gas powered H 20 for each system.
 pumps, 20-ton hydraulic
 Press, hydraulic trench shoring

COMPANY NAME:	<u>Doney Park water</u>		
Name of System:	<u>Doney Park Water</u>	ADEQ Public Water System Number:	<u>03005</u>

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2007

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	3304	18,800	18,189	0
FEBRUARY	3303	13,884	15,141	
MARCH	3306	14,574	18,159	
APRIL	3328	19,800	19,917	
MAY	3346	22,229	21,307	
JUNE	3338	28,379	33,195	
JULY	3344	35,126	29,709	
AUGUST	3346	20,250	24,776	
SEPTEMBER	3350	21,266	22,266	
OCTOBER	3356	21,294	21,535	
NOVEMBER	3358	14,002	16,993	
DECEMBER	3358	16,400	17,483	
TOTALS →		246,004	264,730	

*all wells less than .0020
except marijka is .0020*

What is the level of arsenic for each well on your system? _____ mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? N/A GPM for _____ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?
() Yes (X) No

Is the Water Utility located in an ADWR Active Management Area (AMA)?
() Yes (X) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
() Yes (X) No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME Doney Park Water YEAR ENDING 12/31/2007

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2007 was: \$ 77,137

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

VERIFICATION
AND
SWORN STATEMENT
Taxes

RECEIVED

APR 18 2008

AZ CORP COMM
Director Utilities

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>Coconino</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Bill Linville, General Manager</u>
COMPANY NAME	<u>Dorsey Park Water</u>

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

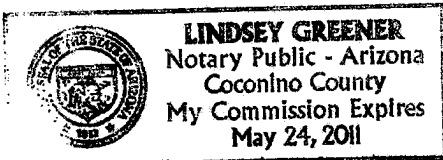
MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.



Bill Linville
SIGNATURE OF OWNER OR OFFICIAL

928-526-1080
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

15

DAY OF

COUNTY NAME	<u>Coconino</u>
MONTH	<u>April</u>
	<u>2008</u>

(SEAL)

MY COMMISSION EXPIRES

May 24, 2011

Lindsey Greener
SIGNATURE OF NOTARY PUBLIC

COMPANY NAME Doney Park water YEAR ENDING 12/31/2007

INCOME TAXES

For this reporting period, provide the following: N/A

Federal Taxable Income Reported _____
Estimated or Actual Federal Tax Liability _____

State Taxable Income Reported _____
Estimated or Actual State Tax Liability _____

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

SIGNATURE

DATE

PRINTED NAME

TITLE

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only**

RECEIVED

APR 18 2008

ARIZ. CORP. COMM.
Director Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>Coconino</u>	
NAME (OWNER OR OFFICIAL) <u>Bill Linville</u>	TITLE <u>General Manager</u>
COMPANY NAME <u>Doney Park Water</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2007</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2007 WAS:

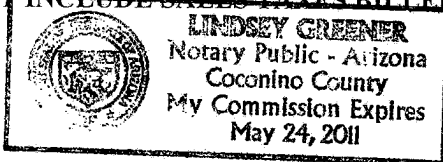
ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 1,941,796

THE AMOUNT IN BOX AT LEFT

INCLUDES \$ 122,357
IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.



Bill A. Linville
SIGNATURE OF OWNER OR OFFICIAL

928-526-1080
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

15

DAY OF

NOTARY PUBLIC NAME <u>Lindsey Greener</u>	
COUNTY NAME <u>Coconino</u>	
MONTH <u>April</u>	YEAR <u>2008</u>

(SEAL)

MY COMMISSION EXPIRES

May 24, 2011

X Lindsey Greener
SIGNATURE OF NOTARY PUBLIC

STATE OF ARIZONA)
) ss
County of Coconino)

Affiant, Bill Linville, being first duly sworn and upon his oath, deposes and states:

1. All statements made herein are based upon my own personal knowledge.
2. I am the General Manager of Doney Park Water and I am authorized to make this Affidavit. Doney Park Water is a private not-for-profit water company certificated by the Arizona Corporation Commission ("ACC") to provide water service to the Doney Park area located to the east of Flagstaff, Arizona.
3. On or about March 22, 2007, the ACC issued Decision No. 69385 requiring the Company annually file an affidavit attesting that property taxes are current when filing its annual report with the Utilities Division.
4. Affiant makes this verification and states that Doney Park Water is current on its property taxes.

DATED this 15 day of April, 2008.

Bill Linville
Bill Linville

Subscribed and sworn to before me this 15 day of April, 2008 by Bill Linville.

Lindsey Greener
Notary Public

Notary Expiration Date:

May 24, 2011

F:\374\17-1\Well Financing\2006\Documents\Linville Affidavit Property taxes.doc

